FARM REPORTER

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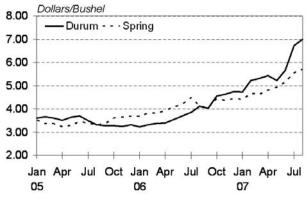
Agricultural Prices
Marketing Year Average Prices
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AGRICULTURAL PRICES

orth Dakota
The Index of Prices Received for All Farm Products in August is 167 percent of the 1990-1992 base.

This is up 28 percent from last year and 50 percent above two years ago. The All Crops Index, at 186 percent of the base, is up 39 percent from August 2006 while the All Livestock and Products Index, at 109 percent, is down 6 percent from last year. August indexes are calculated using preliminary mid-month prices.

Durum & Spring Wheat: Prices Received North Dakota, January 2005-August 2007



Prices Received by Farmers
North Dakota and United States, August 2007

North Dakota **United States Effective** Entire Month Preliminary **Entire Month** Preliminary Item Unit U.S. Parity Price July Aug Aug July Aug Aug Aug 2007 2006 2007 2007 2006 2007 2007 Dollars Dollars Dollars Dollars Dollars Dollars Dollars 11.00 Wheat, All Bu 4.10 5.68 5.87 3.91 5.17 5.85 6.96 Durum Bu 4.11 6.72 7.00 4.09 6.55 NA Spring Ви 4.11 5.54 5.70 4.11 5.44 5.73 NA Winter Bu 3.72 5.11 5.40 3.77 5.14 5.85 NA Corn Bu 1.89 3.27 3.10 2.09 3.32 3.17 8.10 Oats Bu 1.59 2.06 2.00 1.67 2.33 2.25 4.54 Barley, All Ви 7.64 2.23 3.26 3.33 2.70 3.45 3.57 Feed Bu 3.22 1.56 3.13 3.15 2.06 3.65 NA Malting Ви 2.46 3.30 3.40 2.97 3.48 3.53 NA Sunflower, All 18.40 35.00 Cwt 12.40 18.20 12.40 18.40 18.40 Oil Cwt 10.80 17.90 18.00 NA NA NA NA Non-oil Cwt 15.40 18.70 19.20 NA NA NA NA Baled Hay, All 1/ 53.00 106.00 132.00 Ton 64.00 56.00 131.00 NA Alfalfa 1/ 58.00 137.00 NA Ton 69.00 58.00 109.00 137.00 Other 1 Ton 50.00 40.00 41.00 96.20 113.00 118.00 NA Canola 14.70 Cwt 10.50 15.10 NA 14.50 15.10 28.90 Flaxseed Ви 5.50 8.14 8.40 5.50 8.14 8.40 17.70 Sovbeans Bu 5.01 7.17 7.15 5.23 7.56 7.49 17.90 Dry Edible Beans, All 28.50 Cwt 17.10 22.80 22.00 19.50 26.40 57.40 Navy Cwt 17.80 22.70 NA NA NA NA NA Pinto Cwt 16.50 22.80 NA NA NA NA NA Potatoes, All 17.30 Cwt 6.05 5.95 8.23 8.48 7.98 Fresh 3/ Cwt 8.15 NA 14.54 11.33 NA NA Processing Cwt 5.50 5.95 NA 5.26 6.36 NA NA **Beef Cattle** Cwt 88.10 68.40 80.20 87.20 89.20 90.50 214.00 Steers & Heifers 109.00 95.00 97.00 91.50 93.10 94.40 NA Cwt Cows Cwt 47.40 54.00 55.00 46.80 51.40 51.50 NA Calves Cwt 136.00 122.00 122.00 136.00 127.00 129.00 308.00 Sheep Cwt 30.00 26.00 NA 27.90 28.70 NA 103.00 Lambs Cwt 100.00 102.00 NA 95.40 98.60 NA 251.00 Cwt 51.20 NA 51.60 52.20 53.20 123.00 Hogs 53.10

1/ Alfalfa, other and all hay are preliminary prices only. 2/ Insufficient sales to establish a price. 3/ Fresh market prices only, includes table stock. NA=Not applicable.

AGRICULTURAL PRICES (Continued) =

The August All Farm Products Index is 139 percent of its 1990-92 base, down 1 percent from the July index but 17 percent above the August 2006 index. The All Crops Index is 139, down 1 percent from July but 11 percent above August 2006. The Livestock and Products Index, at 139, is 1 percent below last month but up 22 percent from August 2006.

Index Numbers of Farm Prices
North Dakota and United States, August 2007

	No	rth Dak	ota	United States			
Indexes and Ratios	Aug	July	Aug	Aug	July	Aug	
	2006	2007	2007	2006	2007	2007	
Prices Received			(1990-9	2 = 100)			
All Farm Products	130	147	167	119	141	139	
Crops	134	159	186	125	141	139	
Food Grains	156	201	223	131	172	191	
Feed Grains & Hay	126	153	182	107	154	150	
Oil Bearing Crops 1/	102	140	150	94	136	134	
Potatoes & Dry Beans 2/	111	108	120	137	146	137	
Livestock and Products	116	107	109	114	140	139	
Meat Animals	120	108	110	119	120	122	
Dairy Products	100	103	100	92	166	166	
Other Livestock Products 3/	112	112	112	123	157	153	
Prices Paid	NA	NA	NA	149	158	158	
Ratio 4/	NA	NA	NA	80	89	88	

^{1/} Includes non-oil sunflower. 2/ North Dakota includes sugarbeets. 3/ United States excludes wool. 4/ Ratio of Index of Prices Received to Index of Prices Paid. NA=Not applicable.

MARKETING YEAR AVERAGE PRICES =

orth Dakota
The 2006 Marketing Year Average (MYA) prices for wheat, oats, barley and hay were higher than their 2005 MYA prices. Spring wheat increased 85 cents from 2005 to \$4.49 per bushel. Feed barley increased 89 cents from 2005 to \$2.39 per bushel. All hay, at \$64.00 per ton, increased \$12.00 from 2005.

Small Grains and Hay: Marketing Year Average Prices North Dakota and United States, 2005-2006

	,									
Item	Unit	North I	Dakota	United States						
	Offic	2005	2006	2005	2006					
		Dollars/Unit	Dollars/Unit	Dollars/Unit	Dollars/Unit					
Wheat, All	Bu	3.55	4.50	3.42	4.26					
Spring	Bu	3.64	4.49	3.66	4.46					
Durum	Bu	3.36	4.58	3.46	4.43					
Winter	Bu	2.79	4.12	3.32	4.17					
Rye 1/	Bu			3.30	3.32					
Oats	Bu	1.55	1.84	1.63	1.87					
Barley, All	Bu	1.99	2.65	2.53	2.85					
Feed	Bu	1.50	2.39	1.87	2.59					
Malting	Bu	2.21	2.76	2.80	2.98					
Hay, All	Tons	52.00	64.00	98.20	110.00					
Alfalfa	Tons	55.00	69.00	104.00	113.00					
Other	Tons	38.00	49.00	81.40	103.00					
A/B UEL CLUID LE CLUID										

^{1/} Published at U.S. level only.

FARM PRODUCTION EXPENDITURES

Plains Region
Farm production expenditures for the Plains Region totaled \$52.5 billion in 2006, up 6.6 percent from 2005. The Plains Region includes Kansas, Nebraska, North Dakota, Oklahoma, South Dakota, and Texas. Nationally, farm production expenditures increased 5.4 percent from 2005. Livestock, poultry and related expenses, which was the largest expenditure in the Plains, increased 24.0 percent. Decreases in expenditures were reported in agricultural

chemicals, down 1.7 percent; labor, down 1.9 percent; farm supplies and repairs, down 3.5 percent; tractors and self-propelled farm machinery, down 18.8 percent; other farm machinery, down 7.0 percent; trucks and autos, down 20.0 percent. All other expense categories for Plains operations showed an increase from 2005. The largest increase in expenditures for the Plains operation was for taxes, up 14.4 percent from 2005.

Farm Production Expenditures: Plains and United States, 2005-2006

	Plains (KS, NE, ND, OK, SD AND TX)				United States 1/					
Expenditure-Farm Share	Average Per Farm 2/		Total Expenditures		Average Per Farm 2/		Total Expendit		ures	
	2005	2006	2005	2006	2006 % of Total	2005	2006	2005	2006	2006 % of Total
	Dollars	Dollars	Mil Dollars	Mil Dollars	Pct	Dollars	Dollars	Mil Dollars	Mil Dollars	Pct
Total Farm Production Expenditures 3/	101,006	107,919	49,210	52,470	100.0	106,423	112,788	222,940	235,010	100.0
Livestock, Poultry & Related Expenses	17,816	22,131	8,680	10,760	20.5	10,311	12,094	21,600	25,200	10.7
Feed	11,084	12,423	5,400	6,040	11.5	13,366	14,638	28,000	30,500	13.0
Farm Services	11,843	11,991	5,770	5,830	11.1	14,130	14,974	29,600	31,200	13.3
Rent	8,580	9,214	4,180	4,480	8.5	8,163	8,783	17,100	18,300	7.8
Agricultural Chemicals	3,571	3,517	1,740	1,710	3.3	4,201	4,223	8,800	8,800	3.7
Fertilizer, Lime & Soil Conditioners	5,911	6,232	2,880	3,030	5.8	6,110	6,383	12,800	13,300	5.7
Interest	4,392	4,792	2,140	2,330	4.4	4,630	5,135	9,700	10,700	4.6
Taxes (Real Estate & Property)	4,002	4,587	1,950	2,230	4.3	3,819	4,319	8,000	9,000	3.8
Labor	5,480	5,389	2,670	2,620	5.0	11,457	11,902	24,000	24,800	10.6
Fuels	5,255	5,697	2,560	2,770	5.3	4,821	5,231	10,100	10,900	4.6
Farm Supplies & Repairs	5,316	5,142	2,590	2,500	4.8	6,015	6,383	12,600	13,300	5.7
Farm Improvements & Construction	5,172	5,450	2,520	2,650	5.1	6,062	6,095	12,700	12,700	5.4
Tractors and Self-Propelled Farm Machinery	3,920	3,188	1,910	1,550	3.0	4,058	3,503	8,500	7,300	3.1
Other Farm Machinery	2,053	1,913	1,000	930	1.8	1,957	1,824	4,100	3,800	1.6
Seeds & Plants	3,859	4,031	1,880	1,960	3.7	4,965	5,279	10,400	11,000	4.7
Trucks & Autos	2,668	2,139	1,300	1,040	2.0	2,244	1,920	4,700	4,000	1.7

^{1/} Excludes AK and HI. 2/ Total expenditures divided by total number of farms. 3/ Total includes miscellaneous production expenses not allocated to any of the 16 expense categories published. Therefore, the sum of individual expenditure items will not add to totals.

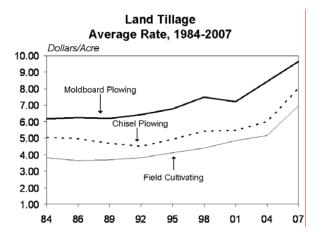
EARLY SEASON CUSTOM RATES

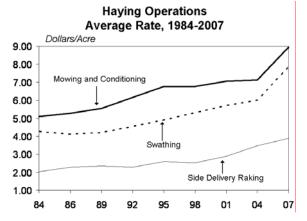
The custom rates information was selected from *Part I* of the *Custom Rates* release published in August 2007. A complete report may be obtained by contacting the USDA, National Agricultural Statistics Service, North Dakota Field Office at 1-800-626-3134 or on our website at http://www.nass.usda.gov/Statistics_by_State/North_Dakota/. This report is the result of a survey conducted during July and August of aerial sprayers, farmers/ranchers and other custom operators. The survey was designed to provide state and regional averages for custom work rates.

Appreciation is expressed to all survey participants who provided the data for this report. Funding was provided by the North Dakota State University Experiment Station and Extension Service.

Listed are state level custom work rates for selected land tillage, planting, fertilizer and pesticide application, haying operations and other custom work. The rates reported are averages, not estimates. They include charges for equipment, power, fuel and the operator. Exchange work is not considered custom work for this survey.

A late season custom rates survey (Part II) will be conducted in September and October. It will collect data on harvesting, grain drying, crop and hay hauling and other miscellaneous custom rates. This information will be released in December.





HISTORICAL DATA, STATEWIDE AVERAGES, NORTH DAKOTA, 1984 - 2007

Operation	1984	1986	1989	1992	1995	1998	2001	2004	2007
	\$/Acre								
Plowing (Moldboard)	6.18	6.25	6.19	6.43	6.78	7.48	7.22	8.44	9.65
Chisel Plowing	5.03	4.96	4.68	4.51	4.93	5.41	5.47	5.99	8.01
Field Cultivation	3.81	3.63	3.70	3.81	4.13	4.40	4.85	5.15	6.96
Small Grain Drilling									
Regular, With Fertilizer	4.54	4.78	4.76	5.28	6.00	6.48	7.30	7.95	10.32
Regular, Without Fertilizer	4.40	4.44	4.53	4.76	5.44	6.27	6.38	7.18	9.53
Air Seeding ¹	4.82	5.46	5.27	6.29	7.36	7.92	8.50	9.49	11.46
No-Till Drilling ¹	6.19	7.06	7.08	8.02	8.60	9.00	9.19	10.26	12.14
Fertilizer Application									
Dry Fertilizer (Broadcast)	2.44	2.29	2.42	2.66	2.95	3.27	3.64	3.87	4.54
Liquid Fertilizer	3.23	3.10	3.18	3.33	3.44	3.70	4.49	4.42	5.35
Anhydrous Ammonia									
With Knife Applicator	4.20	4.35	4.14	4.16	4.66	5.11	5.33	6.12	7.62
While Chiseling	4.95	4.90	4.92	5.09	5.38	5.79	6.32	6.61	8.76
Ground Application of:									
Liquid Herbicides (Broadcast)	2.19	2.02	2.21	2.48	2.85	3.32	3.89	4.07	4.69
Liquid Insecticides (Broadcast)	2.23	2.27	2.37	2.65	2.88	3.38	3.93	4.11	4.77
Haying									
Mowing and Conditioning	5.10	5.28	5.55	6.15	6.77	6.76	7.06	7.14	8.95
Swathing	4.26	4.11	4.21	4.53	4.89	5.31	5.72	6.01	7.88
Raking	2.04	2.28	2.36	2.29	2.60	2.54	2.90	3.47	3.88
Post Holes	\$/Hole								
Digging	1.65	1.96	1.71	1.90	1.82	2.38	2.49	2.64	4.60

¹ Without Fertilizer

EARLY SEASON CUSTOM RATES (Continued) =

OTHER CUSTOM WORK, STATEWIDE AVERAGES, NORTH DAKOTA, 2007

		2	2004	2007 as		
Operation	Number of Reports	Range in Rates	Most Frequent Rate Reported	Average Rate	Average Rate	Percent of 2004
	Number	\$/Head	\$/Head	\$/Head	\$/Head	Percent
Branding Calves	56	0.50- 7.00	1.00	2.13	1.71	125
Shearing Sheep	59	0.70- 5.00	2.50	2.69	2.33	115
Custom Feeding Livestock		\$/Head/Day	\$/Head/Day	\$/Head/Day	\$/Head/Day	
Weaned Calves	106	0.30- 6.00	1.00	1.27	1.23	103
Yearlings and Cull Cows	100	0.35- 5.00	1.00	1.37	1.42	96
Wintering Pregnant Beef Cows	123	0.47- 4.00	1.00	1.34	1.48	91
Calving Out Cows	80	0.33- 10.00	1.00	1.95	2.17	90
On-Farm Feed Grinding & Mixing		\$/Ton	\$/Ton	\$/Ton	\$/Ton	
Mobile Truck	26	2.50- 30.00	5.00	11.50	16.07	72
PTO Unit	24	0.50- 80.00	5.00	17.64	12.13	145
Tub Grinding Hay		\$/Hour	\$/Hour	\$/Hour	\$/Hour	
Farmer Supplies Power	22	10.00-150.00	50.00	77.00	63.93	120
Power Supplied	68	25.00-200.00	125.00	107.43	89.76	120
Self Contained Unit	217	45.00-250.00	100.00	120.44	95.74	126
		\$/Bushel	\$/Bushel	\$/Bushel	\$/Bushel	
Pneumatic Handling of Grain	214	0.01-0.60	0.05	0.10	0.08	125
Post Hole Digging		\$/Hole	\$/Hole	\$/Hole	\$/Hole	
Digging	87	0.50-20.00	5.00	4.60	2.64	174
Building Multi-Strand Wire Fence (No Supplies Included)		\$	\$	\$	\$	
Per Rod	38	1.00-38.40	8.00	8.94	6.28	142
Per Hour	42	8.00-80.00	15.00	23.71	15.51	153
Loader Work		\$/Hour	\$/Hour	\$/Hour	\$/Hour	
Skid-Steer Loader	292	8.00-125.00	50.00	44.29	36.07	123
Tractor Loader	211	2.00-120.00	50.00	44.82	38.22	117
Industrial Loader	269	15.00-150.00	75.00	75.52	65.26	116

ADDRESS SERVICE REQUESTED

OFFICIAL BUSINESS
Penalty for Private Use, \$300